FORM MR-AR (Revised 12/2009)

S/015/0044 cc. wayne

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DIV. OF OIL, GAS & MINING

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291

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SMALL MINING OPERATIONS 2009 PROGRESS REPORT January 1, 2009 to December 31, 2009

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

| 1. | Mine Permit Number: 5150044 |
|----|---|
| 2. | Mine Name: white cloud mine |
| 3. | Name of Operator/Permittee: Sutherland Bros, Inc. |
| | Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV-SMO_EXP.pdf . |
| 4. | Mine Location: 16 mile 5. ITO Near Green River 47 |
| 5. | Report the gross amount of ore mined and waste moved, as well as the current disposition of the material (sold, stockpiled, regraded, etc.): |
| | Gross Ore Mined Waste Material Moved New Disturbance Tons, oryd ³ Acres during 2009 |
| | Area Reclaimed /OOAcres during 2009 |
| | Total Disturbed AreaAcres* |
| | *Total life of mine disturbance to the end of 2009. |
| | Was the ore shipped off site? If not, where is the ore located? |
| | Where is the waste located? |
| 6. | Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) for an application for full or partial bond/site release). |
| | AREA 100% Reckimed NOV 2009 |
| | by certify, under penalties of law, the information provided in this report is true and best of my knowledge and belief. |
| | Name (Typed or Print): BOB SUTHERLAND |
| | Title of Operator: Cwner |
| | Signature of Operator: Bol Stuther |
| | Date: $\frac{12-21-09}{1}$ |
| pb | |

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